

PRESS RELEASE

November 23, 2010



JSW Energy enters into a binding agreement with CIC Energy

Mumbai: JSW Energy Ltd. has entered into a binding agreement today with CIC Energy Corp. (CIC) - a company incorporated in the British Virgin Islands and listed on the Toronto and Botswana stock exchanges - to acquire all of the shares of CIC Energy at a price of CAD 7.42 per share, amounting to a total consideration of approximately CAD 422 million.

CIC is developing the Mmamabula Energy Complex at its Mmamabula Coal Field in southeastern Botswana, Africa. The Mmamabula Energy Complex is planned to develop coal mines for export, setting up power plants and conversion of Coal to Hydrocarbon.

The acquisition will be effected by a step-down subsidiary of JSW Energy Ltd. The acquisition is subject to JSW obtaining regulatory approvals and completion of confirmatory due diligence while CIC has to comply with certain conditions to the offer. The deal is expected to be completed by the last quarter of the current financial year ending March 31, 2011.

JSW Energy Chairman and MD Sajjan Jindal said, "CIC has approximately 2.6 billion tons of measured coal resources in the Mmamabula region of Botswana in southern Africa that are NI 43-101 compliant. The reserves have good quality thermal coal with low sulphur that is adequate to meet all the project requirements of JSW Energy."

JSW Energy Vice Chairman NK Jain said, "The reserves can be exploited with an exportable surplus of up to 20 million tons per annum over the next forty years. The reserves can also meet the requirement to set up power plants in Botswana with a capacity of up to 2000 MW."

“This acquisition will enable JSW to not only secure the long-term coal requirements for its existing projects but will also be able to accelerate the capacity expansion for its imported coal-based projects” added Mr. L. K. Gupta, JMD & CEO, JSW Energy

Coal production in the acquired fields is expected to commence over the next 3-5 years.

JSW Energy Ltd. has continuously been taking steps to vertically integrate its operations to ensure long term fuel linkage to sustain and grow the power business. As part of this initiative, the company had earlier acquired stake in a coal mine in South Africa, which has since commenced productions, and the acquisition of CIC will further enhance long term fuel security besides accelerating the expansion in power capacity.

JSW group has been scouting for coal assets globally to feed its growing steel and power businesses. Earlier in May, JSW Steel Ltd. acquired coking coal mines in the US to tie up supplies for its steel plants, besides the acquisition of coal assets by JSW Energy Ltd.

Altius Finserve Pvt Ltd has advised JSW Energy on this transaction in India.

About JSW Energy:

JSW Energy is the independent power arm of the rapidly growing JSW Group. It is focused on delivering power solutions in the states of Karnataka, Maharashtra, Rajasthan, and Himachal Pradesh. The company has an operational capacity of 1,430 MW; additionally 1,710 MW of generating capacity is in an advanced stage of completion. The company is targeting an aggregate generation capacity of 12,070 MW by 2015-16. JSW Energy is an early entrant in the power trading business and is planning a presence in power transmission, distribution, generation through non-conventional sources, and tie-ups with well-known equipment manufacturers and suppliers. JSW Energy is working towards becoming a full-service integrated energy company.

Forward looking and Cautionary Statements:

Certain Statements in this release concerning our future growth prospectus are forward looking statements which involve a number of risks and uncertainties that could cause actual results to differ materially from those in such forward looking statements. The risks and uncertainties relating to these statements include but are not limited to risks and uncertainties regarding fluctuations in earnings, our ability to manage growth, intense competition within Power Industry including those factors which may affect our cost advantage, wage increases in India, our ability to attract and retain highly skilled professionals, time and cost overruns on fixed – price, fixed-time frame contracts, client concentration, restrictions on immigrations, our ability to manage our internal operations, reduced demand for Power,

our ability to successfully complete and integrate potential acquisitions, liability for damages on our service contracts, the success of the company in which we make strategic investments, withdrawal of fiscal governmental incentives, political instability, legal restrictions on raising capital or acquiring companies outside India, unauthorized use of our intellectual property and general economic conditions affecting our industry. The company does not undertake to update any forward looking statements that may be made from time to time by or on behalf of the company.

For Further information, please contact:

Ms. Sharmila Banerjee. (Group-Head,Corporate Communications, JSW)	Mithun Roy : +91 9819000967 Rouhan Sharma: +91 9867490361
--	--